

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF MT. OLIVET)	CASE NO. 9918-K
NATURAL GAS COMPANY, INC.)	

O R D E R

On August 10, 1987, the Commission issued its Order in Case No. 9918 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On February 16, 1988, Mt. Olivet Natural Gas Company, Inc., ("Mt. Olivet") notified the Commission that it received an increase in rates from its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective March 1, 1988, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

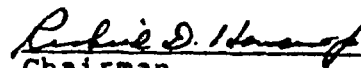
(1) The rates filed by Transmission to be effective March 1, 1988, have not received the approval of the Federal Energy Regulatory Commission ("FERC"). Therefore, the rates should be denied. If, at a later date Mt. Olivet should receive notification from FERC that Transmission's rates are approved, it may refile at that time.

IT IS THEREFORE ORDERED that:


(1) The rates proposed by Mt. Olivet be and they hereby are denied.

Done at Frankfort, Kentucky, this 3rd day of March, 1988.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director